Previous references.

1904 5
(Fl. Finance)

File No. 370

Serial Nos. 154

Later references.

Gf. 36-26-1, 2, 5, 6.

GENERAL AND REVENUE SECRETARIAT.

Serial Nos.

Part B. for December 1905

SUBJECT.

Conversion of the Govt. Pro-Notes belonging to the Trust and Endowment Funds into Stock Certificates.

FILE No. 370 of 1904-05.

Conversion of the Government of India Pro-Notes belonging to the Trust and Endowment Funds into stock certificates.

From the Comptroller, letter No. 5577—1081, dated 24th March 1905.

Requests that he may be authorized to convert the Government of India Pro-Notes belonging to the Trust and Endowment Funds into stock certificates, which would result in a saving of the commission charged by the Bank of Madras, for drawing the interest, and get the interest from the Resident's Treasury at Bangalore under Article 236 of the Civil Account Code, that a special Government Investment Account may be opened, in which Government paper worth a lakh or two may be held, and that small amounts on account of the various Trust Funds may be transferred to or from this Investment Account without actual transactions in the market, that interest on the Pro-Notes belonging to the funds may be drawn by his office instead of through the Bank of Madras and that a charge of $\frac{1}{4}$ per cent may be made against the funds both on sales and purchases and on adjustment of interest.

To the Comptroller, No. 7322, dated 28th April 1905.

Requests him to forward a statement of the funds that can be dealt with as suggested by him, showing the balance which is at the credit of each fund and the portion of it now invested in the Government of India Securities.

From the Comptroller, No. 6483, dated the 17th May 1905.

Forwards the statement called for in the above.

To the Comptroller, No. Fl. 4160, dated 30th December 1905.

States that the matter had before this been considered by Government but that they were of opinion that there was not much of material advantage, and that as action is now recommended by Comptroller they have no objection to recognise the principle involved in his proposals and authorise him to convert Government paper to stock notes after obtaining the sanction of Government in each case.

G. R. S. 11] 1905.

GENERAL AND REVENUE SECRETARIAT.

(Genl. Finance)

NOTES.

File No. 370/04

FILE HEADING.

Conversion of the Government of India Pro notes belonging to the Trust and Endowment Funds into Stock Certificates.

From

The Comptroller to the Govt. of H. H. the Maharaja of Mysore.

No. 5577 / B2R 1081 Dated 24-3-05 Received 25-3-05

Diary No. 3903	Enclos.	Spare Copies.	Serial No. 1

BRIEF ABSTRACT OF LETTER.

Requests that he may be authorised to convert the Govt. of India Pro notes belonging to the Trust & Endowment Funds into Stock Certificates so as to save the ¼% Commission charged by the Bank of Madras for drawing interest - that a Special Govt. Investment account may be opened in which Govt. paper worth a lakh or two may be held & small amounts on account of the various trust funds may be transferred to or from this Investment account without actual transactions in the market - and that interest on Pro notes belonging to the funds may be drawn by his office instead of through the Bank of Madras and that a charge of ¼% may be made against the funds for the work done by his office.

NOTES AND ORDERS.

HK 25/3/05

The Comptrollers proposals are:—

1) to convert as large a number as may convenient of the Govt. of India pro notes into

held by the government on account of Trust and other funds including the Palace Funds, and the private funds of His Highness the Maha Raja, the Raj Kumaries and the Yuvarajah's Stock Certificates (vide art. 228 of the Civil Account Code)

2) to get the interest due on these certificates from the Resident's Treasury (art. 236. C.A.C.)

to open a special government Investment Account, from and to which small amounts on account of the various Trust Funds may be transferred without actual transactions in the market -

4) to replenish the Investment account when the market price of government paper is low, and make the sales and purchases on behalf of Trust Funds at market rates as quoted in the news papers

5) to charge ½% against the Funds for the extra work done by the Comptroller's office in maintaining the accounts of the Funds, and on sales and purchases made for withdrawing from or replenishing the Investment Account and on adjustments of Interest.

as pointed out by the Comptroller by adopting these proposals are :-

The frequent purchases and sales of government paper in small sums would be avoided and the trouble connected with retail purchases and sales saved

Charges now made by the Bank of Madras on sales and purchases and on half yearly interest payments made from time to time will be avoided, resulting in a corresponding gain under General Revenues.

The cost of extra work undertaken by the State in connection with these funds would be borne by the funds themselves and not by the general tax-payer.

Submitted to the Diwan Saheb. The Comptroller's recommendation is, in my opinion, very advantageous.

Let me have a statement of the different funds we are now dealing with and the amounts of each with particulars as to how much of each is invested in Government securities.

G.R.S. 12]

General and Revenue Secretariat.

File No. 370 of 1904

Serial No.

Draft submitted to Secy vide 26/4/05

To the Comptroller. 26.4.1905

R-No: 7322 Ster 28.4.05

Requests him to forward a statement of the funds that can be dealt with as suggested by the Comptr, showing the balance to the credit of each fund & the portion of it now invested in Govt of India Securities.

From the Comptroller, no: 6483 Ster 17-5-05

Forwards the St. called for in the above, Showing the balance at the credit of each Fund & portion of it now invested in Govt of India Secu

The Statement contains the following Trust & other Funds.

i Palace Personal Investment accounts.

ii Educational Endowment

iii. Mugrai Institutions.

iv. Charitable Endowments.

v Securities in Trust.

The following table shows the balance at ... credit of each fund & the portion that now inves in Govt. of India Securitie

R.S. 12]
General and Revenue Secretariat.

File No. 370 of 1904-5

	Serial No.	Name of the Fund.	Balance at the credit of each Fund in Securities.	Balance at the credit of each Fund in Ca
Palace Personal Investments-		His Highness' Personal Estate	2,01,900	49,15-7
		Yuvaraja's "	7,10,100	100,175-1
		Palace Spl: Fund-	9,91,800	1,619-13-
		First Maharajakumari's	2,91,000	5,383-7-
		Second "	2,59,200	24,905-3-
		Third "	4,26,200	138-9
		Total	28,80,200	137,137-11-
Educational Endowments-		Empress Girl's School, Bangalore-	3,300	
		H.H. the Maharaja's Scholarship Fund-	5,100	
		Village School Fund-	2,00,000	24045-9-
		Hirthahalli Jubilee Fund-	3,500	
		Damodara Dass Charity Fund-	6,95,900	676-9-
		Sawood Khan's Prize's Fund-	500	
		Poor Scholarship Fund, Sravanabelgola-	3,000	
		Doddanna Chetty's Endowment-	29,500	
		Badruddin Saib's Scholarship's	500	
		Total	9,41,300	
Mysore Institutions-		Total	3,19,800	478,767-4-
Charitable Endowments-		Prince Gulam Mahamad's	1,66,500	
		Mysore Gymkhana Fund-	20,000	8,554-6-
		Total	1,86,500	8,554-6
Securities in Trust-		Belonging to Abkari Contractors, Certain Sub. Officers.		
		Grand Total		

G R.S. 12]

General and Revenue Secretariat.

File No. 370 of 1904-5.

Serial No.

The Comptr. says that the balance of Rs: 4,78,767-4-10 in Cash shown under Munsai represents the total of the balance of the different Institutions under Govt. management & that the whole of this balance will not be available for investment. He observes that the Munsai Secretary decid how much cash is required for current expenditure of the institutions concerned & that portion can be invested.

Submitted.

K.S 23/5/05

Submitted to secy

V.

23-5-05

Submitted to the Dewan Saheb

23.5.1905

722/23.5.05.

10504.

V

23.5.05.

Read the report & that was of opinion there was not much of material advantage in the action recommended by the Comptroller. Move moves Govt. to recognise the principle and authorise the Comptroller to convert Govt. paper to suitable notes after obtaining the sanction of Govt. in each case.

MGCPB—20,000—1-11-04.

26.XII.05

2005/6

28.12.1905

Draft Subd. Agency
28/12/05.

29-12-05.

Passed
29.12.1905
29-12-05

To the Comptroller to the Govt of H.H. the Maha
No: H 4160 dated 30.12.1905
States that the matter had before this
been considered by Govt but that they we
of opinion that there was not much of
material advantage & that as action
is now recommended by Comptroller they
have no objection to recognise the princip
involved in his proposals, and authori
him to convert Govt Paper to Stock note
after obtaining the Sanction of Govt in ea
case.

Office of the Comptroller,
Mysore Government,
Bangalore, Dated 24th March 1905.

Rai V. G. Basu Bahadur, M.A
Comptroller of Mysore,
B a n g a l o r e.

To
B. K. Venkatavarada Iyengar, Esq.,
Secretary to the Government of Mysore,
General and Revenue Departments.

Sir,

I have the honour to inform you that Government of India Pro: Notes of the par value of Rs.44,15,700 are now held by th Government on account of Trust and other Funds including the Palace Funds and the private Funds of the Maharajah, the Rajakumaries and the Yuvaraja.

The Pro: Notes are under orders kept in the custody of the Madras Bank which charges a commission of ¼% on sales & purchases and also on the half-yearly interest payments made from time to time.

The transactions connected with the investment and the interest payments are all passed through this office and this office is put to much work for keeping the accounts of the various Funds. But at present no charge is made against the various Funds for the extra work involved in maintaining the accou of the investments in this office.

It will be seen from Art:170 of the Civil Account Code th in British India for similar work a commission is charged by t audit office and I see no reason why in Mysore the work should be done entirely at the cost of the general Tax payer.

I have the honour to point out in the first place, that t commission of ¼% charged by the Bank for drawing interest may saved by converting most of the Pro: Notes into stock certific

certificates and getting interest from the Resident's Treasury at Bangalore (See Art: 236 Civil Account Code).

The frequent purchases and sales of Government Paper in small sums may also be avoided by opening a special Government Investment account in which Government Paper worth a lakh or two may be held and small amounts on account of the various Trust Funds may be transferred to or from this Investment account without actual transactions in the market

The Investment account should be replenished when the market price of Government Paper is low and the sales and purchases on behalf of Trust Funds should be made at market rates as quoted in the news-papers and this office should be allowed to charge ½% both on sales and purchases and on adjustments of interest.

If the above course is followed, the funds will not be charged more than they are now for their Investments. The trouble connected with retail purchases & sales will be saved and charges now made by the Bank of Madras for the Investment business will be avoided by a corresponding gain under General Revenues.

therefore request that, if there is no objection, I may be authorised to convert as large a portion of the Government of India Pro: Notes belonging to the Trust and Endowment Funds as convenient into Stock Certificates, that a special Government Investment account may be opened at a convenient opportunity, that interest on the Pro: Notes belonging to the Funds may be drawn by this office instead of through the Bank of Madras and that a charge of ½% may be made against the Funds for the work done by this office.

The operations if approved will be gradual and will be reported separately in each case, but I ask for this general sanctic at present to enable me to arrange the preliminaries.

I have the honor to be,

Sir,

Your most obedient servant

L. Bazé.

Comptroller.

File No. 370/04

Serial No 2

Diary No. of letter replied to 3903

No. H 7322

General and Rev. Secretariat

28 April 1905

To

The Comptroller to the Govt of H.E.H. the Nizam's Govt Hyderabad

Date of issue do

Signed by Mr Mill. Your letter No 5577 dated 1081 F. the 24th March 1905 requesting the Suggesting the Conversion of the Govt of India Promissory Notes held by the Exchequer and Judicial Funds into Stock certificates so as to secure the 4% Commission charged by the Bank for drawing interest on the Special Govt Investment accounts of the Exchequer & J.

With reference to the above heading I am directed to request that the Auditor may be good enough to submit a statement of the different funds under consideration, showing the balance to the credit of each fund and the portion of it now invested in Government Securities.

I am Sir
Your obedient Servant

26.4.1905

List of Subscribers.

22/4

Audit
26/4/05

6843 G1

B & R.1237.

D.4820 7

(3)

Office of the Comptroller, Mysore Government.

Dated Bangalore, the 17 May 1905.

Rec. 7.37

From

Rai N.G. Basu Bahadur, M.A.,

Comptroller, Mysore Government.

To

B.K. Venkatavarada Iyengar, Esq.,

Secretary to the Government of Mysore,

General and Revenue Departments.

Sir,

As desired in your No. Fl.7322/Gl.Fin.370-04-2 dated 28th Apr 1905, I have the honour to submit herewith for the information of Govt statement of the different Trust and other Funds, showing the balance credit of each Fund and the portion now invested in Government of Indi securities. The balance of Rs. 4,78,767-4-10 in cash shown under Muzra represents the total of the balances of the different Institutions und Government management, and the whole of this balance will not be avail able for investment. The Muzrai Secretary decides how much cash is re- quired for current expenditure of the Institutions concerned and wha tion can be invested.

20/5/05

I have the honour to be,

Sir,

Your most obedient servant,

N G Basu

Comptroller.

Name of Person or Fund on whose behalf held —	Balance at credit of each Fund: In Securities	In Cash	Total	Securities: Since purchased	Since Sold
Brought forward	37.57000			13600	32000
	16100			7000	—
Mugrai Institutions					
18. Sri Sivaganga Mutt in the Nelamangala Talk	15000				
19. Mugrai Institutions, Kolar	300				
20. Sri Venkataramanaswamy Temple (Anekal Jumpanthi) Malur Talk, Kolar Dist	6500				
21. Mugrai Institution Tumkur	5200				
22. — Do. — Do. — Shimoga	21800				
23. Sri Arkeswaraswamy Temple near Shimoga Railway Station	2000				
24. Mugrai Institutions Kadur	36200				
25. Sri Kalaiswaraswamy Temple at Kalasa Kadur District	75500				
26. Mugrai Institutions Chitaldroog Dist	4000				
27. Sri Prana Devaru Temple of Bommasandra Kere Molakalmuru Talk Chitaldroog District	2000				
28. Mugrai Institutions and Temples Mysore District	98800				
29. Mugrai Institutions Hassan	32700				
30. Sri Chennakaiswara Swamy Temple Belur Talk, Hassan District	500				
31. Lakshminarasimha Swamy Temple at Hosakere Devarapura in the Holalkere Talk	—				
Total	310600	47876	7 4 10		
Charitable Endowments					
32. Prince Gulam Mahomed Charity Fund	166500				
33. Mysore Gumbuz Fund	20000	8554	6 13		
Total	186500				
Securities in Trust					
34. Security of A. V. Govindarajulu Mudr. Superintendent of Stamps Department	2000				
35. Security of N. Shama Row Treasurer Kolar Dist Jail	500				
Carried over	424600				

Name of person or fund on whose behalf held	Balance at credit of such fund In Securities	In Cash	Total	Securities Since last chand	Since Soo	Remarks
Brought forward	4246500 2500			115800	32000	
Securities in Trust						
36. Security deposit of Messrs Bassanna and Malcandeva Mors. for arrack Company and Gauja Contract for 5 years	7000					
37. Security deposit of Sohia Chetty for arrack Shopsarah Doriyam	1000					
38. Security deposit of Messrs Arbuthnot & Co. for Arrack Manufacturing Contract for 5 years	25000					
39. Security deposit of Mr. Y. Chucka Basanna for Toddy Contract of the Bangalore City	3200					
40. Security deposit of K. Srinivasa Iyengar Superintendent Stamp Manufactures Office	2500					
41. Security deposit of Mir Hosie Ismail Sait for purchase of Timber from the Mysore State Forest	5000					
42. Security deposit of K.V. Krishna Iyengar Treasurer Bangalore Distt Treasury	7000					
43. Security deposit of C. Kasinatha Row Shenistadar Cheyyanpatna Taluk	500					
44. Security deposit of N. Krishnaswamy Iyengar Treasurer State Sugar Treasury	7000					
Total	60700					
Grand Total	4304700					

Comptrollers Office Mysore
Bangalore 17th May 1905.

C. Basavaiah
Comptroller
Mysore Govt.

Statement shewing the Government of India Securities held by Mysore Govt on account of Trust and other Funds on 28th February 1905

Name of Person or Fund in whose behalf held.	Balance at credit of each Fund In Securities	In Cash	Total	Securities Since purchased i.e. after 28th February 05	Since Sold	Remarks
Palace Personal Investments.						
His Highness the Maha Rajahs Personal Estate account	195300	4915 7 4	200215 7 4	6600		
Personal Estate Account of Maha Rajakumara Kanteerava Narasimharaja Wadeyar (Yuvaraja)	610100	100175 1 5	710275 1 5	100600		
Palace Special Fund	991800	1619 13 11	993419 13 11	--		
Personal Estate account of Maharaja Kumari Jayalakshmiammani avaru	323000	26616 8 6	296383 7 6	--		32000
Personal Estate account of Maharaja Kumari Krishnammani avaru	259200	24905 3 6	284105 3 6			
Personal Estate account of Maharaja Kumari Cheluvammani avaru	426200	138 9 11	426338 9 11			
Total	2805600	105733 11 7	2910737 11 7	106600		32000
Educational Endowments						
Empress Girls School Trust Fund	3300					
H.H. the Maharajahs Scholarships Fund	5100					
Village School Fund	200000	24045 9 10	175954 6 2			
Thittahalli Jubilee Fund	3500					
Damodara Dass Charity Fund	695900	676 9 1	696576 9 1			
Dawood Khan Pirjee Fund	500					
Poor Scholarship Fund of Sravana Belgola	3000					
Mr Dodanna Chetty's Endowment for a free Anglo-vernacular School	29500					
Khan Bahadur Mr Mahmed Rajendra Sahib Scholarship Fund	500					
Total	941300					
Unroi Institutions						
Ramadevara Temple Hoskote	1901					
Ghate Subramanya Swamy Temple in the Doddaballapur Taluk Bangalore District	8201			7000		
Carried over	3757000			113600	32000	
"	10100			7000		

File No. 370-04

Serial No. 11

Diary No. of letter replied to 9/050

...ceedings of the Government of His Highness the Maharaja of Musore.

GENERAL AND REVENUE SECRETARIAT.

the 30-12-1905

Date of issue 30-12-1905

Signed by Dr J. Satyanarayana Rao

READ.— Letter No. 6577/B&R.1081 of the 24th March 1905 from the Comptroller to the Govt. of H.H. the Maharaja of Mysore requesting that he may be authorised to convert ~~a number of~~ some of the Govt. of India Pro notes belonging to the Trust and Endowment Funds into Stock Certificates, ~~& open a Special Govt. Securities account &c.~~

ORDER THEREON.—No.

Correspondence Ending with letter No. 6843/B&R 1237 of the 17th May 1905 from the

over

SUBJECT

3CPB—9,000—11-9-04

Cause Accts showing a statement
shewing the balance at the credit of each
fund and the portion of it now invested in the
Govt. of India securities.

Order thereon:- L.O. H 4160 ed 30.12.05
RPro 370-04-4

The proposals of the Comptroller are:-

(1) To convert as large a portion as
may be convenient of the Govt. of Ind
Pro-inces held by the Govt. on acct
of Trust and other funds including
the Salar funds and the private
of H.H. the Maharaja, the Rani his
and the Yuvaraja, into Stock Cer
ficates (vide art. 228 of the C.A.C.)

(2) To get the interest due on these Cer
ficates from the Hon. the Accidents Treasur
(art. 236. C.A.C.)

To open a special Govt. Investment
account from and to which the
accounts on account of the vario
trust funds may be transferred
without actual transactions in
the

GENERAL AND REVENUE
SECRETARIAT.

4) To replenish the Investment account when the market-price of Govt. paper is low, and make the sales and purchases on behalf of Trust Funds at market rates as quoted in the newspapers

5) To charge ¼ % against the Funds for the Extra work done by the Comptroller's office in maintaining the accounts of the Funds, and on Sales and purchases made for withdrawing from or replenishing the Investment account, and on adjustment of interest

2. The Comptroller points out that by adopting the above proposals the following advantages would accrue:

(1) The frequent purchases and sales of Govt. paper in small sums would be avoided and the trouble connected with retail purchases and sales saved

2) Charges now made on the Bank

madras in sales and purchases and on half-yearly interest payments made from time to time will be avoided resulting in a corresponding gain under General Revenues.

The cost of Escrā work undertaken by the State in connection with these funds would be borne by the funds themselves and not by the general tax-payer.

3. ~~Govt. had considered~~ The matter had before this been considered by Government but they were of opinion that there was not ~~was of opinion that there was not much of~~ much of material advantage ~~advantage~~

As the action is now recommended by the Comptroller, Govt. have no objection to recognise the principle involved in these proposals and authorise the Comptroller to convert Govt. paper to Stock notes after obtaining the sanction of Govts. in each case

RD
29.12

Secretary

Dy 1912-5

To

The Comptroller & the Govts. of H.H. the Maharaja of Mysore